1	COOLEY LLP STEVEN M. STRAUSS (99153) (sms@cooley.com) JOHN S. KYLE (199196) (jkyle@cooley.com) 4401 Eastgate Mall San Diego, California 92121 Telephone: (858) 550-6000	
2		
3		
4	Facsimile: (858) 550-6420	
5	TIMOTHY S. TETER (171451) (teterts@cooley.com) JEFFREY S. KARR (186372) (jkarr@cooley.com) Five Palo Alto Square 3000 El Camino Real Palo Alto, CA 94306-2155	
6		
7		
8	Telephone: (650) 843-5000 Facsimile: (650) 857-0663	
9 10	Attorneys for Defendants QUALCOMM INCORPORATED, SNAPTRACK, INC. and NORMAN KRASNER	
11	UNITED STATES DISTRICT COURT	
12	SOUTHERN DISTRICT OF CALIFORNIA	
13	SAN DIEGO DIVISION	
14		
15	GABRIEL TECHNOLOGIES CORPORATION and TRACE	Case No. 08-cv-1992 AJB MDD
16	TECHNOLOGIES, LLC,	DECLARATION OF JEFFREY S. KARR IN
17	Plaintiffs,	SUPPORT OF DEFENDANTS QUALCOMM, INCORPORATED, SNAPTRACK INC., AND NORMAN KRASNER'S MOTION FOR ATTORNEYS' FEES
18	v.	
19	QUALCOMM INCORPORATED, SNAPTRACK, INC. and NORMAN	Date: November 30, 2012
20	KRASNER,	Time: 1:30PM, Courtroom 12 Judge: Anthony J. Battaglia
21	Defendants.	Judge. Anthony J. Buttagna
22		I
23		
24		
25		
26		
27		
28		
COOLEY LLP		KARR DECLARATION ISO MOTION FOR FEES

CASE No. 08-CV-1992 AJB MDD

ATTORNEYS AT LAW

SAN DIEGO

1

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

- 1. I am an attorney licensed to practice law in the State of California, and I am admitted to practice before this Court. I am a partner in the law firm of Cooley LLP, attorneys of record for Defendants Qualcomm Incorporated, SnapTrack Inc., and Norman Krasner (collectively "Qualcomm"). I have personal knowledge of the facts set forth in this Declaration, and if called upon to testify I could and would testify competently thereto.
- 2. I submit this declaration in support of Defendants' motion for attorneys' fees against Plaintiffs Gabriel Technologies Corp. and Trace Technologies, LLC and their counsel of record, Hughes Hubbard & Reed and Wang Hartmann Gibbs & Cauley.
- 3. Attached hereto as Exhibit A is a true and correct copy of an excerpt of the transcript of the deposition of William Clise.
- 4. Attached hereto as Exhibit B is a true and correct copy of a PeerMonitor Standard Rate Analysis comparing the fees generally charged by Cooley partners and associates to its peer group, which includes firms of more than 600 attorneys in Los Angeles, Silicon Valley, San Francisco, and San Diego. Peer Monitor is a service offered by Thomson Reuters. A description of the Monitor is available Peer service at (http://thomsonreuters.com/products\_services/legal/legal\_products/a-z/peer\_monitor/).
- 5. Attached hereto as Exhibit C is a true and correct copy of the AIPLA's Report of the Economic Survey analyzing the billing rates charged for intellectual property associates and partners at private firms in 2008. This Federal Circuit has affirmed a determination of reasonable rates that relied on a similar AIPLA survey. See View Engineering, Inc. v. Robotic Vision Sys., *Inc.*, 208 F.3d 981, 987-88 (Fed. Cir. 2000).
- 6. Attached hereto as Exhibit D is a true and correct copy of a fee petition filed by Hughes Hubbard & Reed in a bankruptcy case. Exhibit C to the fee petition identifies the rates charged by Hughes Hubbard & Reed in that matter.
- 7. Attached hereto as Exhibit E is a spreadsheet that includes a detailed description of the work performed by Cooley attorneys, paralegals and litigation support throughout this case. The descriptions in the attached report have, in most instances, been revised from what appears

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

on actual invoices to protect against the disclosure of attorney/client information, attorney work product, or other highly sensitive litigation strategies but still summarize the nature of the work, as well as the date of the work, so that the Court and counsel can evaluate the reasonableness of the work performed. The total fees reflected on the spreadsheet are \$10,444,053.00. However, based on information from Qualcomm, approximately \$200,000 of the fees billed either have been or will be written off. Accordingly, Defendants are seeking recovery of \$10,244,053.00. Of the fees incurred, \$8,477,894.00 was incurred after Hughes Hubbard & Reed and Wang Hartmann Gibbs & Cauley appeared as Gabriel's counsel at the Rule 26(f) conference on March 15, 2010. Of the amount incurred after counsels' appearance, \$5,514,684.70 was incurred before March 13, 2012, the date on which the Court granted the summary judgment motion on the trade secrets claim. Regardless of which counsel represented Gabriel at the time, the total fees incurred prior to March 13, 2012 was \$7,479,843.70.

- 8. Attached hereto as Exhibit F are the biographies of the attorneys at Cooley primarily responsible for the work on this case. Given the length of this case, Defendants have not submitted the biographies of every attorney or paralegal who participated in the matter. However, Defendants can provide that information at the Court's request.
- 9. Attached hereto as Exhibit G is a true and correct copy of the invoices for the contract document review conducted by attorneys from Black Letter Discovery, Inc. The total amount of fees incurred for outside contract attorneys was \$391,928.91.
- 10. Attached hereto as Exhibit H is a true and correct copy of the invoices received from H5, an outside search vendor retained by Qualcomm to automate the first level document review for potentially responsive documents. The total fees charged by H5, which Qualcomm contends should be recoverable, is \$2,829,349.10.
- 11. In this case, Defendants' litigation counsel has spent 22,921.50 hours in the fours years of this litigation. The discovery and preparation necessary to defend the case was immense. Counsel made 106 requests of Qualcomm to interview witnesses and document custodians.

COOLEY LLF ATTORNEYS AT LAW SAN DIEGO

KARR DECLARATION ISO MOTION FOR FEES **CASE NO. 08-CV-1992 AJB MDD** 

Qualcomm collected approximately 12,000,000 paper and ESI records. Defendants produced in approximately 1.2 million pages of documents to Plaintiffs. Defendants prepared for, took and defended 39 depositions in Seattle, WA, Omaha, NE, Los Angeles, CA, San Diego, CA, Palo Alto, CA, San Francisco, CA, Tyler, TX, New York, NY, and Phoenix, AZ. Among other things, Defendants prepared and filed two motions to dismiss, two summary judgment motions, a motion for a bond, and litigated the sufficiency of seven different trade secret designations. I declare under penalty of perjury under the laws of the United States that the foregoing is true and correct and that this declaration was executed on October 12, 2012 at Palo Alto, California. /s/ Jeffrey S. Karr Jeffrey S. Karr